

**TENNESSEE GENERAL ASSEMBLY
FISCAL REVIEW COMMITTEE**



FISCAL NOTE

SB 15 - HB 21

February 9, 2015

SUMMARY OF BILL: Creates a new specialty earmarked license plate for Historic Collierville.

ESTIMATED FISCAL IMPACT:

Increase State Revenue –

\$4,300/ General Fund/FY15-16

\$15,300/ Main Street Collierville/FY15-16

\$12,300/Tennessee Arts Commission/FY15-16

\$3,100/Highway Fund/FY15-16

\$17,500/ Main Street Collierville/FY16-17 and Subsequent Years

\$14,000/Tennessee Arts Commission/FY16-17 and Subsequent Years

\$3,500/Highway Fund/FY16-17 and Subsequent Years

Increase State Expenditures - \$4,300/General Fund/FY15-16

Assumptions:

- Pursuant to Tenn. Code Ann. § 55-4-201(h)(1), new specialty earmarked license plates will be subject to a minimum order of at least 1,000 plates prior to initial issuance. Any plate that does not meet the minimum order requirement within one year after passage of the authorizing act will become invalid.
- One thousand new plates will be purchased at \$35 each by individuals that currently do not have a specialty plate resulting in revenue of \$35,000 (1,000 plates at \$35 each).
- One-time production costs of \$4.25 per license plate resulting in one-time expenditures of \$4,250 (1,000 x \$4,250).
- Net proceeds from the sale of these plates will be allocated as follows: 50 percent to Main Street Collierville; 40 percent to the Tennessee Arts Commission; and 10 percent to the state Highway Fund.

CERTIFICATION:

The information contained herein is true and correct to the best of my knowledge.

A handwritten signature in dark ink, reading "Jeffrey L. Spalding". The signature is written in a cursive, flowing style.

Jeffrey L. Spalding, Executive Director

/lsc